

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2006

	May-06				April-06				March-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Allocation		Month	Net ROR	Allocation		Month	Net ROR	Allocation		Quarter	Net ROR	Allocation		Quarter	Net ROR	Allocation		Quarter	Net ROR	Net	Net	6/30/2005	5/30/2005
	Market Value	Actual			Market Value	Actual			Market Value	Actual			Market Value	Actual			Market Value	Actual						
LARGE CAP DOMESTIC EQUITY																								
<i>Structured Growth</i>																								
Los Angeles Capital	77,497	2.1%	2.3%	-3.18%	71,496	2.2%	2.3%	0.31%	31,592	2.2%	2.3%	4.95%	32,362	2.4%	2.3%	3.06%	70,117	2.3%	2.3%	5.46%	10.77%	7.56%	N/A	N/A
Total Structured Growth	77,497	2.1%	2.3%	-3.18%	71,496	2.2%	2.3%	0.31%	31,592	2.2%	2.3%	4.95%	32,362	2.4%	2.3%	3.06%	70,117	2.3%	2.3%	5.46%	10.77%	7.56%	7.46%	-9.18%
Russell 1000 Growth				-3.39%				-0.14%				3.09%				2.98%				4.01%	6.54%	1.68%	7.26%	-10.36%
<i>Structured Value</i>																								
LSV	82,090	2.2%	2.3%	-2.65%	71,617	2.2%	2.3%	2.86%	32,711	2.3%	2.3%	6.53%	31,348	2.3%	2.3%	1.52%	70,601	2.3%	2.3%	5.06%	13.77%	18.35%	14.73%	14.78%
Russell 1000 Value				-2.53%				2.54%				5.93%				1.27%				3.88%	11.39%	14.06%	11.00%	6.55%
<i>Russell 1000 Enhanced Index</i>																								
LA Capital	151,026	4.1%	4.5%	-3.31%	132,750	4.1%	4.5%	0.41%	58,627	4.2%	4.5%	4.96%	64,286	4.7%	4.5%	2.29%	140,041	4.6%	4.5%	6.45%	10.97%	7.93%	N/A	N/A
Russell 1000				-2.95%				1.20%				4.49%				2.12%				3.95%	8.94%	7.92%	N/A	N/A
<i>S&P 500 Enhanced Index</i>																								
Westridge	178,367	4.8%	4.5%	-2.86%	156,070	4.8%	4.5%	1.36%	68,288	4.8%	4.5%	4.25%	66,870	4.9%	4.5%	2.10%	135,590	4.5%	4.5%	3.64%	8.61%	6.58%	N/A	N/A
S&P 500				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	N/A	N/A
<i>Index</i>																								
State Street	54,674			-2.89%	47,847			1.34%	20,942			4.19%	20,520			2.07%	44,920			3.58%	8.41%	6.27%	8.22%	-2.45%
Total Index	54,674	1.5%	1.5%	-2.89%	47,847	1.5%	1.5%	1.34%	20,942	1.5%	1.5%	4.19%	20,520	1.5%	1.5%	2.07%	44,920	1.5%	1.5%	3.58%	8.41%	6.27%	8.22%	-2.45%
S&P 500				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	543,655	14.7%	15.0%	-3.01%	479,780	14.9%	15.0%	1.17%	212,159	15.1%	15.0%	4.88%	215,385	15.7%	15.0%	2.20%	461,269	15.1%	15.0%	4.97%	10.40%	8.89%	9.59%	-0.28%
S&P 500				-2.88%				1.34%				4.21%				2.09%				3.60%	8.48%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY																								
<i>Manager-of-Managers</i>																								
SEI	176,841	4.8%	5.0%	-5.62%	161,008	5.0%	5.0%	0.28%	72,778	5.2%	5.0%	13.21%	72,778	5.3%	5.0%	0.95%	153,233	5.0%	5.0%	5.46%	14.08%	9.32%	13.32%	N/A
Russell 2000 + 200bp				-5.45%				0.15%				14.49%				1.64%				5.21%	15.93%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	176,841	4.8%	5.0%	-5.62%	161,008	5.0%	5.0%	0.28%	72,778	5.2%	5.0%	13.21%	72,778	5.3%	5.0%	0.95%	153,233	5.0%	5.0%	5.46%	14.08%	9.32%	13.32%	5.50%
Russell 2000				-5.62%				-0.02%				13.94%				1.13%				4.69%	13.84%	9.45%	12.81%	5.71%
INTERNATIONAL EQUITY																								
<i>Large Cap - Active</i>																								
Capital Guardian	136,837	3.7%	4.0%	-5.43%	126,607	3.9%	4.0%	2.35%	56,554	4.0%	4.0%	7.18%	63,333	4.6%	4.0%	9.64%	128,292	4.2%	4.0%	12.11%	27.52%	10.32%	7.44%	-3.80%
LSV	144,004	3.9%	4.0%	-4.24%	131,847	4.1%	4.0%	3.09%	58,742	4.2%	4.0%	11.19%	56,240	4.1%	4.0%	4.29%	129,248	4.2%	4.0%	11.20%	27.31%	N/A	N/A	N/A
Total Large Cap - Active	280,841	7.6%	8.0%	-4.82%	258,454	8.0%	8.0%	2.73%	115,296	8.2%	8.0%	9.17%	119,573	8.7%	8.0%	6.96%	257,540	8.5%	8.0%	11.67%	27.49%	13.23%	12.39%	7.26%
MSCI EAFE - 50% Hedged				-4.66%				2.85%				9.20%				5.84%				11.07%	25.88%	14.41%	8.84%	-2.61%
<i>Small Cap - Value</i>																								
Lazard	37,152	1.0%	1.0%	-5.10%	32,757	1.0%	1.0%	4.70%	15,143	1.1%	1.0%	10.94%	14,043	1.0%	1.0%	3.01%	30,891	1.0%	1.0%	9.94%	24.84%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-5.40%				4.70%				9.34%				8.94%				12.05%	32.18%	21.33%	N/A	N/A
<i>Small Cap - Growth</i>																								
Vanguard	39,615	1.1%	1.0%	-4.93%	34,871	1.1%	1.0%	5.50%	14,639	1.0%	1.0%	13.70%	14,500	1.1%	1.0%	4.92%	31,256	1.0%	1.0%	10.41%	32.11%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-5.40%				4.70%				9.34%				8.94%				12.05%	32.18%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	357,608	9.7%	10.0%	-4.86%	326,082	10.1%	10.0%	3.22%	145,078	10.3%	10.0%	9.81%	148,117	10.8%	10.0%	6.37%	319,687	10.5%	10.0%	11.37%	27.75%	15.34%	10.62%	-2.10%
MSCI EAFE - 50% Hedged				-4.66%				2.85%				9.20%				5.84%				11.07%	25.88%	14.41%	8.84%	-2.61%
DOMESTIC FIXED INCOME																								
<i>Core Bond</i>																								
Western Asset	447,867	12.1%	11.7%	-0.32%	388,039	12.0%	11.7%	-0.24%	167,660	11.9%	11.7%	-0.44%	162,022	11.8%	11.7%	0.28%	359,587	11.8%	11.7%	-0.41%	-1.12%	7.14%	7.36%	8.59%
Lehman Aggregate				-0.11%				-0.18%				-0.65%				0.59%				-0.67%	-1.02%	6.80%	5.75%	7.40%
<i>Index</i>																								
Bank of ND	404,018	11.0%	11.7%	0.06%	347,049	10.8%	11.7%	-0.32%	150,075	10.7%	11.7%	-0.95%	145,773	10.6%	11.7%	0.56%	332,473	10.9%	11.7%	-0.72%	-1.38%	4.59%	5.83%	7.36%
Lehman Gov/Credit (1)				-0.06%				-0.31%				-1.01%				0.60%				-0.96%	-1.74%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>																								
Wells Capital (formerly Strong)	447,688	12.1%	11.7%	-0.35%	386,232	12.0%	11.7%	-0.39%	167,098	11.9%	11.7%	-1.02%	161,685	11.8%	11.7%	0.58%	355,504	11.7%	11.7%	-1.05%	-2.21%	9.14%	9.20%	N/A
Lehman US Credit BAA				-0.41%				-0.36%				-1.20%				0.39%				-0.97%	-2.53%	8.60%	9.42%	N/A
TOTAL DOMESTIC FIXED INCOME	1,299,573	35.2%	35.0%	-0.21%	1,121,320	34.8%	35.0%	-0.31%	484,834	34.4%	35.0%	-0.79%	469,480	34.2%	35.0%	0.46%	1,047,564	34.4%	35.0%	-0.73%	-1.58%	6.14%	6.59%	7.79%
Lehman Aggregate (2)				-0.11%				-0.18%				-0.65%				0.59%				-0.67%	-1.02%	7.26%	6.41%	7.70%
CASH EQUIVALENTS																								
Bank of ND	1,310,012	35.5%	35.0%	0.46%	1,133,329	35.2%	35.0%	0.37%	493,210	35.0%	35.0%	1.17%	467,713	34.1%	35.0%	1.07%	1,063,988	34.9%	35.0%	0.93%	4.06%	2.46%	1.74%	2.68%
90 Day T-Bill				0.43%				0.34%				1.03%				0.92%				0.83%	3.60%	2.15%	1.55%	2.62%
TOTAL INSURANCE REGULATORY TRUST	3,687,689	100.0%	100.0%	-1.13%	3,221,520	100.0%	100.0%	0.54%	1,408,059	100.0%	100.0%	2.53%	1,373,472	100.0%	100.0%	1.09%	3,045,742	100.0%	100.0%	2.27%	5.37%	5.41%	7.24%	3.99%
POLICY TARGET BENCHMARK				-1.07%				0.54%				2.35%				1.50%				1.92%	5.32%	5.43%	5.94%	3.36%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.